



Subsidiary Body for Implementation**Report of the Subsidiary Body for Implementation on its
fortieth session, held in Bonn from 4 to 15 June 2014**

Contents

	<i>Paragraphs</i>	<i>Page</i>
I. Opening of the session (Agenda item 1).....	1–2	5
II. Organizational matters (Agenda item 2).....	3–7	5
A. Adoption of the agenda.....	3–6	5
B. Organization of the work of the session	7	7
III. Reporting and review of Parties included in Annex I to the Convention (Agenda item 3).....	8–22	8
A. Status of submission and review of sixth national communications and first biennial reports from Parties included in Annex I to the Convention.....	8	8
B. Revision of the “Guidelines for the preparation of national communications by Parties included in Annex I to the Convention, Part II: UNFCCC reporting guidelines on national communications”.....	9–20	8
C. Date of the completion of the expert review process under Article 8 of the Kyoto Protocol for the first commitment period.....	21–22	9
IV. Reporting from Parties not included in Annex I to the Convention (Agenda item 4).....	23–35	10
A. Information contained in national communications from Parties not included in Annex I to the Convention (<i>agenda item held in abeyance</i>)		10
B. Provision of financial and technical support.....	23–35	10
V. Work programme to further the understanding of the diversity of nationally appropriate mitigation actions (Agenda item 5).....	36–43	11
VI. Matters relating to the mechanisms under the Kyoto Protocol (Agenda item 6).....	44–73	12

A.	Review of the modalities and procedures for the clean development mechanism	44–46	12
B.	Review of the joint implementation guidelines	47–51	13
C.	Synergy relating to accreditation under the mechanisms of the Kyoto Protocol.....	52–57	13
D.	Modalities for expediting the continued issuance, transfer and acquisition of joint implementation emission reduction units	58–63	14
E.	Procedures, mechanisms and institutional arrangements for appeals against decisions of the Executive Board of the clean development mechanism.....	64–67	15
F.	Matters relating to the international transaction log under the Kyoto Protocol.....	68–73	15
VII.	Matters relating to the least developed countries (Agenda item 7).....	74–89	16
VIII.	National adaptation plans (Agenda item 8).....	90–110	17
IX.	Warsaw International Mechanism for Loss and Damage associated with Climate Change Impacts (Agenda item 9).....	111–115	20
X.	Second review of the Adaptation Fund (Agenda item 10).....	116–128	20
XI.	Development and transfer of technologies and implementation of the Technology Mechanism (Agenda item 11).....	129–145	22
A.	Joint annual report of the Technology Executive Committee and the Climate Technology Centre and Network for 2013	129–134	22
B.	Poznan strategic programme on technology transfer	135–145	22
XII.	Capacity-building (Agenda item 12).....	146–159	24
A.	Capacity-building under the Convention	146–152	24
B.	Capacity-building under the Kyoto Protocol	153–159	24
XIII.	Parties included in Annex I to the Convention whose special circumstances are recognized by the Conference of the Parties (Agenda item 13).....	160–165	25
XIV.	Article 6 of the Convention (Agenda item 14).....	166–173	26
XV.	Impact of the implementation of response measures (Agenda item 15).....	174–186	26
A.	Forum and work programme	174–182	26
B.	Matters relating to Article 3, paragraph 14, of the Kyoto Protocol.....	183–184	28
C.	Progress on the implementation of decision 1/CP.10	185–186	28
XVI.	The 2013-2015 review (Agenda item 16).....	187–199	28

XVII.	Arrangements for intergovernmental meetings (Agenda item 17).....	200–225	30
XVIII.	Administrative, financial and institutional matters (Agenda item 18).....	226–251	33
	A. Financial matters.....	226–231	33
	B. Continuing review of the functions and operations of the secretariat	232	34
	C. Implementation of the Headquarters Agreement	233–241	34
	D. Privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol	242–246	35
	E. Privileges and immunities for individuals serving on constituted bodies established under the Convention	247–251	36
XIX.	Other matters (Agenda item 19).....	252	36
XX.	Report on the session (Agenda item 20).....	253	36
XXI.	Closure of the session.....	254–259	36

Addendum – FCCC/SBI/2014/8/Add.1

Draft decisions forwarded for consideration and adoption by the Conference of the Parties and the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol

Draft decision -/CP.20. Joint annual report of the Technology Executive Committee and the Climate Technology Centre and Network for 2013

Draft decision -/CP.20. Revisions to the financial procedures for the Conference of the Parties, its subsidiary bodies and the secretariat

Draft decision -/CP.20. Parties included in Annex I to the Convention whose special circumstances are recognized by the Conference of the Parties

Draft decision -/CMP.10. Synergy relating to accreditation under the mechanisms of the Kyoto Protocol

Draft decision -/CMP.10. Date of the completion of the expert review process under Article 8 of the Kyoto Protocol for the first commitment period

I. Opening of the session

(Agenda item 1)

1. The fortieth session of the Subsidiary Body for Implementation (SBI) was held at the Maritim Hotel in Bonn, Germany, from 4 to 15 June 2014.
2. The Chair of the SBI, Mr. Amena Yauvoli (Fiji), opened the session on Wednesday, 4 June, and welcomed all Parties and observers. He also welcomed Mr. Ilhomjon Rajabov (Tajikistan) as Vice-Chair of the SBI and Ms. Mabafokeng F. Mahahabisa (Lesotho) as Rapporteur.

II. Organizational matters

(Agenda item 2)

A. Adoption of the agenda

(Agenda sub-item 2(a))

3. At its 1st meeting, on 4 June, the SBI considered a note by the Executive Secretary containing the provisional agenda and annotations (FCCC/SBI/2014/1).
4. At the same meeting, the agenda was adopted as follows, with agenda sub-item 4(a) held in abeyance (the Chair proposed to conduct consultations with interested Parties on how to move forward with agenda sub-item 4(a) at subsequent sessions):
 1. Opening of the session.
 2. Organizational matters:
 - (a) Adoption of the agenda;
 - (b) Organization of the work of the session.
 3. Reporting and review of Parties included in Annex I to the Convention:
 - (a) Status of submission and review of sixth national communications and first biennial reports from Parties included in Annex I to the Convention;
 - (b) Revision of the “Guidelines for the preparation of national communications by Parties included in Annex I to the Convention, Part II: UNFCCC reporting guidelines on national communications”;
 - (c) Date of the completion of the expert review process under Article 8 of the Kyoto Protocol for the first commitment period.
 4. Reporting from Parties not included in Annex I to the Convention:
 - (a) Information contained in national communications from Parties not included in Annex I to the Convention (agenda item held in abeyance);
 - (b) Provision of financial and technical support.
 5. Work programme to further the understanding of the diversity of nationally appropriate mitigation actions.
 6. Matters relating to the mechanisms under the Kyoto Protocol:

- (a) Review of the modalities and procedures for the clean development mechanism;
 - (b) Review of the joint implementation guidelines;
 - (c) Synergy relating to accreditation under the mechanisms of the Kyoto Protocol;
 - (d) Modalities for expediting the continued issuance, transfer and acquisition of joint implementation emission reduction units;
 - (e) Procedures, mechanisms and institutional arrangements for appeals against decisions of the Executive Board of the clean development mechanism;
 - (f) Matters relating to the international transaction log under the Kyoto Protocol.
7. Matters relating to the least developed countries.
 8. National adaptation plans.
 9. Warsaw International Mechanism for Loss and Damage associated with Climate Change Impacts.
 10. Second review of the Adaptation Fund.
 11. Development and transfer of technologies and implementation of the Technology Mechanism:
 - (a) Joint annual report of the Technology Executive Committee and the Climate Technology Centre and Network for 2013;
 - (b) Poznan strategic programme on technology transfer.
 12. Capacity-building:
 - (a) Capacity-building under the Convention;
 - (b) Capacity-building under the Kyoto Protocol.
 13. Parties included in Annex I to the Convention whose special circumstances are recognized by the Conference of the Parties.
 14. Article 6 of the Convention.
 15. Impact of the implementation of response measures:
 - (a) Forum and work programme;
 - (b) Matters relating to Article 3, paragraph 14, of the Kyoto Protocol;
 - (c) Progress on the implementation of decision 1/CP.10.
 16. The 2013–2015 review.
 17. Arrangements for intergovernmental meetings.
 18. Administrative, financial and institutional matters:
 - (a) Financial matters;
 - (b) Continuing review of the functions and operations of the secretariat;
 - (c) Implementation of the Headquarters Agreement;

- (d) Privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol;
- (e) Privileges and immunities for individuals serving on constituted bodies established under the Convention.

- 19. Other matters.
- 20. Report on the session.

5. At the 1st meeting, a statement was made by a representative of one Party on behalf of the Environmental Integrity Group. At the resumed 1st meeting, held in the afternoon of 4 June, statements were made by representatives of 12 Parties, including one speaking on behalf of the Group of 77 and China (G77 and China), one on behalf of the Umbrella Group, one on behalf of the Alliance of Small Island States (AOSIS), one on behalf of the African States, one on behalf of the European Union and its member States, one on behalf of the least developed countries (LDCs), one on behalf of the Like-minded Developing Countries, one on behalf of the Independent Association for Latin America and the Caribbean, one on behalf of the Central American Integration System and one on behalf of the Bolivarian Alliance for the Peoples of Our America – People’s Trade Treaty. Statements were also made on behalf of business and industry non-governmental organizations, indigenous peoples organizations (IPOs), women and gender, youth non-governmental organizations (YOUNGOs) and by representatives of environmental non-governmental organizations (ENGOs).

6. At the 2nd meeting, held on 14 June, the Chair reported back on his informal consultations on agenda sub-item 4(a), “Information contained in national communications from Parties not included in Annex I to the Convention”. He informed Parties that there was no consensus on the way forward with regard to this item. On a proposal by the Chair, the SBI agreed to include this issue on the provisional agenda for SBI 41 with the following footnote: “At SBI 40 there was no consensus to include this issue on the agenda. It was therefore held in abeyance. On a proposal by the Chair, the SBI decided that this issue be included on the provisional agenda for SBI 41.”

B. Organization of the work of the session

(Agenda sub-item 2(b))

7. The SBI considered this agenda sub-item at its 1st meeting, at which the Chair drew attention to the proposed programme of work posted on the UNFCCC website. On a proposal by the Chair, the SBI agreed to proceed on the basis of that programme of work.

III. Reporting and review of Parties included in Annex I to the Convention

(Agenda item 3)

A. Status of submission and review of sixth national communications and first biennial reports from Parties included in Annex I to the Convention

(Agenda sub-item 3(a))

Proceedings

8. The SBI considered this agenda sub-item at its 1st meeting and took note of the information contained in document FCCC/SBI/2014/INF.5.

B. Revision of the “Guidelines for the preparation of national communications by Parties included in Annex I to the Convention, Part II: UNFCCC reporting guidelines on national communications”

(Agenda sub-item 3(b))

1. Proceedings

9. The SBI considered this agenda sub-item at its 1st and 2nd meetings. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Ms. Fatuma Hussein (Kenya) and Ms. Helen Plume (New Zealand).

10. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹

2. Conclusions

11. The SBI initiated its consideration of the revision of the “Guidelines for the preparation of national communications by Parties included in Annex I to the Convention, Part II: UNFCCC reporting guidelines on national communications” (hereinafter referred to as the reporting guidelines on national communications).

12. The SBI took note of the views submitted by Parties included in Annex I to the Convention (Annex I Parties)² in response to the invitation of the Conference of the Parties (COP) at its seventeenth session³ on their experience with preparing their first biennial reports.

13. It recognized that, in the submissions made so far, Parties identified inconsistencies between the reporting guidelines on national communications and the “UNFCCC biennial reporting guidelines for developed country Parties”⁴ and indicated where the reporting guidelines on national communications need to be updated.

14. Recalling the invitation of the COP referred to in paragraph 12 above, the SBI invited Annex I Parties that have not yet done so to submit their views on their experience with preparing their first biennial reports to the secretariat by 20 August 2014, recognizing that more information will be needed to complete the revision of the reporting guidelines on national communications.

¹ Draft conclusions presented in document FCCC/SBI/2014/L.15.

² Available at <www.unfccc.int/5900>.

³ Decision 2/CP.17, paragraph 17.

⁴ Decision 2/CP.17, annex I.

15. The SBI acknowledged that, owing to the scope of the call for the submissions referred to in paragraphs 12 and 13 above, the submissions do not necessarily cover all of the types of information reported in national communications.

16. To further inform Parties in the preparation for the revision of the reporting guidelines on national communications, the SBI invited Parties to submit their views on the reporting guidelines on national communications to the secretariat by 20 August 2014.

17. It recalled the request made by the COP⁵ for the SBI to work on the revision of the reporting guidelines on national communications with a view to the revised guidelines being adopted at COP 20 (December 2014).

18. The SBI noted that, should Parties require additional time beyond SBI 41 (December 2014) to complete the work referred to in paragraph 17 above, events such as workshops for the continuation of that work will be considered at SBI 41.

19. The SBI requested the secretariat to include a synthesis of the views of Parties referred to in paragraphs 14 and 16 above in the technical paper referred to in paragraph 20 of decision 2/CP.17. The technical paper should facilitate consideration at SBI 41 of the revision of the reporting guidelines on national communications and should also highlight the issues referred to in paragraph 13 above.

20. The SBI took note of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraph 19 above. It requested that the actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

C. Date of the completion of the expert review process under Article 8 of the Kyoto Protocol for the first commitment period

(Agenda sub-item 3(c))

Proceedings

21. The SBI considered this agenda sub-item at its 1st meeting, as well as at its resumed 2nd meeting, held on 15 June. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Gerhard Loibl (Austria) and Ms. Thelma Krug (Brazil).

22. At its 2nd meeting, the SBI considered and recommended a draft decision on this matter for consideration and adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol (CMP) at its tenth session (for the text of the draft decision, see document FCCC/SBI/2014/8/Add.1).

⁵ Decision 2/CP.17, paragraph 18.

IV. Reporting from Parties not included in Annex I to the Convention

(Agenda item 4)

A. Information contained in national communications from Parties not included in Annex I to the Convention

(Agenda sub-item 4(a) *held in abeyance*)

B. Provision of financial and technical support

(Agenda sub-item 4(b))

1. Proceedings

23. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/INF.7.

24. At the 1st meeting, the Chair of the SBI invited a representative of the secretariat of the Global Environment Facility (GEF) to make a statement.⁶ At the same meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Ms. Hussein and Ms. Plume.

25. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁷

2. Conclusions

26. The SBI took note of the information provided by the secretariat of the GEF on the financial support provided by the GEF for the preparation of biennial update reports (BURs) by Parties not included in Annex I to the Convention (non-Annex I Parties).⁸ The SBI invited the GEF to continue providing detailed, accurate, timely and complete information on its activities relating to the preparation of BURs, including information on the dates of requests for funding, approval of funding and disbursement of funds, as well as the amount of funding disbursed to non-Annex I Parties for the preparation of BURs, and the amount of funding provided for the preparation of national communications during the same period, for consideration at SBI 41.

27. The SBI noted that as at 4 June 2014 the GEF secretariat had received 36 requests for support to prepare BURs. Recalling decision 2/CP.17, paragraph 41(d), the SBI urged non-Annex I Parties that have yet to submit, as applicable, their requests to the GEF for support for the preparation of their first BURs to do so in a timely manner. In addition, it encouraged the GEF implementing agencies to continue facilitating the preparation and submission of project proposals by non-Annex I Parties for the preparation of their BURs.

28. The SBI invited the GEF to provide, in its report to COP 20, detailed information on the funding available under its latest replenishment to non-Annex I Parties for the preparation of national communications and BURs, and the total amount of funding available in its climate change focal area.

29. The SBI recommended that COP 20 request the GEF to continue to work with its implementing agencies to further simplify its procedures and improve the effectiveness and

⁶ The statement is available at <unfccc.int/8014>.

⁷ Draft conclusions presented in document FCCC/SBI/2014/L.8.

⁸ FCCC/SBI/2014/INF.7.

efficiency of the process through which non-Annex I Parties receive funding to meet their obligations under Article 12, paragraph 1, of the Convention.

30. The SBI, recalling decision 9/CP.18, reiterated its encouragement⁹ of the GEF to make support available to non-Annex I Parties for preparing their subsequent BURs in a timely manner, taking fully into account decision 2/CP.17, paragraph 41(a) and (e).

31. The SBI noted the announcement made by the representative of the GEF on the successful completion, at a record level, of the sixth replenishment of the GEF and the upcoming operationalization of its Global Support Programme for Preparation of National Communications and Biennial Update Reports by non-Annex I Parties (a five-year project administered jointly by the United Nations Development Programme and the United Nations Environment Programme, with the objective of enhancing the support provided to non-Annex I Parties for the preparation of their national communications and BURs).

32. The SBI welcomed the efforts made by the secretariat to release updated versions of the national greenhouse gas (GHG) inventory software for non-Annex I Parties in 2013¹⁰ and encouraged non-Annex I Parties to use the software for the development of their national GHG inventories. It acknowledged the usefulness of the updated software and requested the secretariat to make it available to non-Annex I Parties in other United Nations languages by June 2015.

33. The SBI also welcomed the efforts made by the secretariat to provide relevant training to national experts from all non-Annex I Parties with a view to facilitating the efficient use of the software. The SBI thanked the Governments of the Philippines, Gabon and Colombia for having hosted the regional hands-on training workshops on the use of the software that were organized by the secretariat. It also requested the secretariat to report, at SBI 41, on the regional hands-on training workshops on the use of the software that it organized in 2013–2014.

34. The SBI took note of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraph 32 above.

35. It requested that the actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

V. Work programme to further the understanding of the diversity of nationally appropriate mitigation actions

(Agenda item 5)

1. Proceedings

36. The SBI considered this agenda item at its 1st and 2nd meetings. It had before it documents FCCC/SBI/2014/INF.1 and FCCC/SBI/2014/INF.10.

37. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations co-facilitated by Ms. Ann Gann (Singapore) and Mr. Dimitar Nikov (France).

38. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹¹

⁹ FCCC/SBI/2013/20, paragraph 36.

¹⁰ Available at <<http://unfccc.int/7627.php>>.

¹¹ Draft conclusions presented in document FCCC/SBI/2014/L.18, which, as stated by the Chair, does not reflect the correct title of the agenda item.

2. Conclusions

39. The SBI continued to advance the work programme to further the understanding of the diversity of nationally appropriate mitigation actions (NAMAs) in accordance with decision 1/CP.18, paragraph 19 (hereinafter referred to as the work programme).

40. The SBI welcomed the information provided during the relevant in-session workshop and expressed its appreciation to the presenters and panellists, who shared information and experiences relating to the issues addressed under the work programme.

41. The SBI took note of the information contained in document FCCC/SBI/2014/INF.10 on the extent of the matching of mitigation actions with financial, technical and capacity-building support under the NAMA registry.

42. The SBI recalled decision 2/CP.17, paragraph 52, and requested the secretariat to arrange annual technical briefings in conjunction with the meetings of the subsidiary bodies and, in this regard, prepare written information, including an update to document FCCC/SBI/2014/INF.10, to allow for an exchange of views on updated information on NAMAs and support for NAMAs under the registry, including the extent of matching between them.

43. Taking note of the action taken so far under the work programme, the SBI recalled its mandate to report on the outcome of the work programme at COP 20. With a view to concluding the work programme at SBI 41, in accordance with all of the elements contained in decision 1/CP.18, paragraph 19(a–c), the SBI agreed to prepare conclusions at that session on the process of furthering the understanding of the diversity of NAMAs, which will describe:

(a) The activities conducted under the work programme, relevant submissions from Parties, the reports prepared by the secretariat on those activities and on the operation of the NAMA registry, and the presentations made and discussions held at the relevant in-session workshops;

(b) Information on issues addressed and experiences shared during the work programme in relation to the preparation and implementation of, and support to, a diverse range of NAMAs.

VI. Matters relating to the mechanisms under the Kyoto Protocol

(Agenda item 6)

A. Review of the modalities and procedures for the clean development mechanism

(Agenda sub-item 6(a))

Proceedings

44. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/TP/2014/1 and a consolidated list of suggested changes to the modalities and procedures for the clean development mechanism.¹² Representative of three Parties made statements, including one on behalf of the European Union and its member States and one on behalf of the African States.

¹² List contained in a note prepared by, and under the responsibility of, the co-chairs of this agenda sub-item at SBI 39. Available at <<http://unfccc.int/7871.php>> under agenda sub-item 7(a).

45. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Marko Berglund (Finland) and Mr. Philip Gwage (Uganda).

46. At the 2nd meeting, the Chair reported that the consultations did not result in any conclusions. In accordance with rule 16 of the draft rules of procedure being applied, this matter will be included on the provisional agenda for SBI 41.

B. Review of the joint implementation guidelines

(Agenda sub-item 6(b))

1. Proceedings

47. The SBI considered this agenda sub-item at its 1st and 2nd meetings.

48. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Nikov and Mr. Yaw Osafo (Ghana).

49. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹³

2. Conclusions

50. The SBI continued its consideration of the review of the guidelines for the implementation of Article 6 of the Kyoto Protocol¹⁴ (joint implementation guidelines), with a view to recommending a draft decision on the matter for consideration and adoption at CMP 10, in accordance with decision 6/CMP.8, paragraphs 14–16.

51. The SBI agreed to continue its consideration of this matter at SBI 41 on the basis of the draft decision text proposed by the co-chairs of the informal consultations on this agenda sub-item and contained in the annex to document FCCC/SBI/2014/L.11.

C. Synergy relating to accreditation under the mechanisms of the Kyoto Protocol

(Agenda sub-item 6(c))

1. Proceedings

52. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/5.

53. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Martin Hession (European Union) and Mr. Jeffery Spooner (Jamaica).

54. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹⁵

2. Conclusions

55. The SBI initiated its consideration of synergy relating to accreditation under the mechanisms established under Articles 6 and 12 of the Kyoto Protocol.

¹³ Draft conclusions presented in document FCCC/SBI/2014/L.11.

¹⁴ Annex to decision 9/CMP.1.

¹⁵ Draft conclusions presented in document FCCC/SBI/2014/L.4 and Add.1.

56. The SBI took note of the recommendation of the Joint Implementation Supervisory Committee on the accreditation system for joint implementation aligned with that of the clean development mechanism.

57. The SBI recommended a draft decision on this matter for consideration and adoption at CMP 10 (for the text of the draft decision, see document FCCC/SBI/2014/8/Add.1).

D. Modalities for expediting the continued issuance, transfer and acquisition of joint implementation emission reduction units

(Agenda sub-item 6(d))

1. Proceedings

58. The SBI considered this agenda sub-item at its 1st and 2nd meetings. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Osafo and Mr. Nikov.

59. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹⁶

2. Conclusions

60. The SBI continued its consideration of modalities for expediting the continued issuance, transfer and acquisition of joint implementation (JI) emission reduction units (ERUs), in accordance with decision 1/CMP.8, paragraph 16.

61. The SBI agreed to continue its consideration of this matter at SBI 41 on the basis of the draft decision text proposed by the co-chairs of the informal consultations on this agenda sub-item and contained in the annex to document FCCC/SBI/2014/L.9.

62. To further inform this consideration, the SBI requested the secretariat to prepare a technical paper, for consideration at SBI 41, on any technical implications for the processes and systems under the Kyoto Protocol, including but not limited to reporting and review requirements under the Kyoto Protocol and the functions of the international transaction log (ITL), arising from the modalities referred to in the draft text contained in the annex to document FCCC/SBI/2014/L.9.

63. The technical paper referred to in paragraph 62 above shall also contain information on budgetary implications, the current status of ratification or provisional application of the Doha Amendment and the status of the JI projects. The information on JI projects shall include, but shall not be limited to, an update on letters of approval and their validity for the respective commitment periods, the number of projects, annual and total ERUs issued to date, the annual and total ERU generation potential, and the remaining crediting periods of JI projects in the pipeline for Parties with quantified emission limitation and reduction commitments in the second commitment period, noting any difficulties in accessing information due to the absence of designated focal points in some Parties.

¹⁶ Draft conclusions presented in document FCCC/SBI/2014/L.9.

E. Procedures, mechanisms and institutional arrangements for appeals against decisions of the Executive Board of the clean development mechanism

(Agenda sub-item 6(e))

1. Proceedings

64. The SBI considered this agenda sub-item at its 1st and 2nd meetings. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Kunihiro Shimada (Japan) and Mr. Osafo.

65. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹⁷

2. Conclusions

66. The SBI continued its discussion of the issue of procedures, mechanisms and institutional arrangements for appeals against the decisions of the Executive Board of the clean development mechanism. Parties continued to maintain different views on the scope of appeals, among other issues.

67. The SBI agreed to continue its consideration of this matter on the basis of, inter alia, the co-facilitators' draft text contained in document FCCC/SBI/2012/33/Add.1, with a view to preparing a draft decision for consideration and adoption at CMP 10.

F. Matters relating to the international transaction log under the Kyoto Protocol

(Agenda sub-item 6(f))

1. Proceedings

68. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/INF.6.

69. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations facilitated by Mr. Yuji Mizuno (Japan).

70. At its 2nd meeting, the SBI considered and adopted the conclusions below.¹⁸

2. Conclusions

71. The SBI continued its consideration of information security management in systems supporting emissions trading under the Kyoto Protocol. It welcomed the document prepared by the ITL administrator and the Security Working Group under the Registry System Administrators Forum¹⁹ and took note of the options for, and the road map to, information security implementation in the registry system.

72. The SBI requested the ITL administrator and the Security Working Group to execute the further implementation option²⁰ by extending the current information security control implementation on the basis of a registry-specific and quantitative risk assessment, followed by an in-depth control implementation analysis. It also requested the ITL administrator and the Security Working Group to prepare a document containing a final implementation option for information security management, including the related resource

¹⁷ Draft conclusions presented in document FCCC/SBI/2014/L.5.

¹⁸ Draft conclusions presented in document FCCC/SBI/2014/L.2.

¹⁹ FCCC/SBI/2014/INF.6.

²⁰ See document FCCC/SBI/2014/INF.6, paragraphs 30–32.

requirements for registry systems and budget requirements for the ITL, for consideration at SBI 42 (June 2015).

73. The SBI agreed to consider the final implementation option referred to in paragraph 72 above at SBI 42, with a view to recommending a draft decision on the matter for consideration and adoption at CMP 11 (November–December 2015).

VII. Matters relating to the least developed countries

(Agenda item 7)

1. Proceedings

74. The SBI considered this agenda item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/4. Statements were made by representatives of three Parties: one spoke on behalf of G77 and China, one on behalf of the LDCs and one on behalf of the African States.

75. At the 1st meeting, the Chair invited Mr. Batu Krishna Uprey (Nepal), Chair of the Least Developed Countries Expert Group (LEG), to report on the group's activities. At the same meeting, the SBI agreed to consider this agenda item in informal consultations facilitated by Mr. Collin Beck (Solomon Islands). As Mr. Beck was unable to attend the session, Ms. Patience Damptey (Ghana) was invited to facilitate these consultations.

76. At its 2nd meeting, the SBI considered and adopted the conclusions below.²¹

2. Conclusions

77. The SBI took note of the oral report by the Chair of the LEG²² on the implementation of the LEG work programme for 2013–2014 and acknowledged the progress made by the LEG thereunder.

78. It welcomed the report on the 25th meeting of the LEG,²³ held in Dar es Salaam, United Republic of Tanzania, on 27 and 28 February 2014, and the outcome of the LEG technical meeting on national adaptation plans (NAPs) held in Dar es Salaam from 24 to 26 February 2014.

79. The SBI expressed its gratitude to the Government of the United Republic of Tanzania for hosting these meetings. It expressed its appreciation to the Governments of Belgium, Canada, Finland and Norway for providing financial support for the work of the LEG.

80. The SBI noted with appreciation the contributions made by some Parties to the Least Developed Countries Fund (LDCF), totalling USD 831.54 million as at 28 February 2014,²⁴ and encouraged other Parties to also contribute.

81. The SBI welcomed the submission of proposals for the funding of the implementation of national adaptation programme of action (NAPA) projects to the LDCF. It noted with appreciation that as at 20 April 2014, 48 countries had accessed USD 817.25 million for 150 projects to implement NAPAs.

82. The SBI also welcomed the approval of resources totalling USD 6.73 million for the National Adaptation Plan Global Support Programme for the LDCs²⁵ and for a project to

²¹ Draft conclusions presented in document FCCC/SBI/2014/L.3.

²² The report is available at <unfccc.int/7504>.

²³ FCCC/SBI/2014/4.

²⁴ See GEF report GEF/LDCF.SCCF.16/04; available at <<http://www.thegef.org/gef/node/10491>>.

build the capacity of LDCs to participate effectively in the intergovernmental climate change process under the LDC work programme.²⁶

83. The SBI noted the importance of continuing to support the full implementation of NAPAs to address urgent and immediate adaptation needs and to build capacity for medium- and long-term adaptation planning and implementation.

84. The SBI expressed its satisfaction with the work of the LEG and the support provided to the LEG by the secretariat. It welcomed the LEG work programme for 2014–2015,²⁷ and encouraged the LEG to maintain flexibility in the management of its work programme, taking into account available resources.

85. The SBI recognized the importance of the LEG regional training workshops²⁸ on building capacity, facilitating peer-to-peer learning and promoting South–South cooperation.

86. The SBI welcomed the materials being prepared as supplements to the LEG Technical Guidelines for the NAP process²⁹ by relevant organizations and stressed the importance of their alignment with these guidelines.

87. The SBI welcomed the engagement and collaboration of the LEG with other constituted bodies and programmes under the Convention, in particular the Adaptation Committee, the Consultative Group of Experts on National Communications from Parties not included in Annex I to the Convention, the Technology Executive Committee (TEC), the Executive Committee of the Warsaw International Mechanism for Loss and Damage associated with Climate Change Impacts and the Nairobi work programme on impacts, vulnerability and adaptation to climate change, and its constructive collaboration with a wide range of organizations. It requested the LEG to expand these efforts.

88. The SBI requested that the actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

89. The SBI invited Parties in a position to do so to continue to provide support for the implementation of the LEG work programme.

VIII. National adaptation plans

(Agenda item 8)

1. Proceedings

90. The SBI considered this agenda item at its 1st and 2nd meetings. It had before it documents FCCC/SBI/2014/4 and FCCC/SBI/2014/MISC.1. Statements were made by

²⁵ Based on a global project under the LDCF titled “Assisting least developed countries (LDCs) with country-driven processes to advance national adaptation plans (NAPs)”. See GEF report GEF/LDCF.SCCF.16/04, annex I, available at <<http://www.thegef.org/gef/node/10491>>. More information on the National Adaptation Plan Global Support Programme can be found at <<http://www.undp-alm.org/projects/naps-ldcs>>.

²⁶ Based on a global project under the LDCF titled “Building capacity for LDCs to participate effectively in intergovernmental climate change processes”. See GEF report GEF/LDCF.SCCF.16/04, annex I, available at <<http://www.thegef.org/gef/node/10491>>.

²⁷ FCCC/SBI/2014/4, annex I.

²⁸ Information on the workshops is available at <unfccc.int/6101>.

²⁹ *National Adaptation Plans. Technical Guidelines for the National Adaptation Plan Process*. Available at <http://unfccc.int/essential_background/library/items/3599.php?such=j&symbol=FCCC/GEN/288%20E#beg>.

representatives of four Parties, including one speaking on behalf of the G77 and China, one on behalf of AOSIS and one on behalf of the LDCs.

91. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations co-facilitated by Ms. Margaret Mukahanana-Sangarwe (Zimbabwe) and Mr. Tomasz Chruszczow (Poland).

92. At its 2nd meeting, the SBI considered and adopted the conclusions below.³⁰

2. Conclusions

93. The SBI welcomed the information on experiences with the application of the initial guidelines for the formulation of NAPs, as well as information relevant to the formulation and implementation of NAPs provided by Parties and relevant organizations through their submissions.³¹

94. The SBI took note of work undertaken by relevant organizations and institutions that is related to the NAP process, based on the submissions mentioned in paragraph 93 above, and invited such organizations and institutions to continue this work.

95. The SBI noted with appreciation the support provided by multilateral, bilateral and other organizations in support of the NAP process in LDC Parties and other developing country Parties that are not LDCs.

96. The SBI also noted with appreciation the contributions made by developed country Parties to the LDCF, and invited these Parties to further contribute to the LDCF to enable activities for the preparation of the NAP process by the LDC Parties, while maintaining progress in the implementation of NAPAs.

97. The SBI further took note of the activities carried out by the National Adaptation Plan Global Support Programme for the LDCs,³² and invited developed country Parties, United Nations organizations, specialized agencies, and other relevant organizations, as well as bilateral and multilateral agencies, to enhance support to the programme, and to other relevant programmes, to address the needs of all LDC Parties in initiating the NAP process.

98. The SBI welcomed the approval by the GEF of the global project titled “Assisting non-LDC developing countries with country-driven processes to advance national adaptation plans”.³³

99. The SBI noted with appreciation the contributions made by developed country Parties to the Special Climate Change Fund and invited Parties, United Nations organizations, specialized agencies and other relevant organizations to continue to enhance support programmes for the NAP process, within their mandates, as appropriate, to

³⁰ Draft conclusions presented in document FCCC/SBI/2014/L.19.

³¹ FCCC/SBI/2013/9, FCCC/SBI/2014/MISC.1 and FCCC/SBI/2013/MISC.2 and Add.1. Further relevant submissions are available at <<http://unfccc.int/5900>> under SBI 40 and the heading “National adaptation plans”, <<http://unfccc.int/8016>> under the heading “Guidelines for the formulation of national adaptation plans” and <<http://unfccc.int/7481>> under the heading “National adaptation plans”.

³² Based on a global project under the LDCF titled “Assisting least developed countries (LDCs) with country-driven processes to advance national adaptation plans (NAPs)”. See GEF report GEF/LDCF.SCCF.16/04, annex I, available at <<http://www.thegef.org/gef/node/10491>>. More information on the National Adaptation Plan Global Support Programme can be found at <<http://www.undp-alm.org/projects/naps-ldcs>>.

³³ Information on this project can be found at <<http://unfccc.int/resource/docs/2014/smsn/igo/156.pdf>>. Additional details can be found in GEF report GEF/LDCF.SCCF.16/04, annex II, available at <<http://www.thegef.org/gef/node/10491>>.

facilitate the provision of financial and technical support to developing country Parties that are not LDCs.

100. The SBI expressed its appreciation to the LEG for its work on technical guidance and support to the NAP process for LDCs, and to the Adaptation Committee for its work on considering the modalities for supporting developing country Parties that are not LDCs.

101. The SBI invited the Adaptation Committee to urge its task force on NAPs to expedite its work.

102. The SBI invited the LEG and the Adaptation Committee to explore ways in which developing country Parties that are not LDCs can be accommodated in the NAP Expo,³⁴ to be organized by the LEG as part of its work programme for 2014–2015.³⁵

103. The SBI acknowledged the invitation by COP 19 to Parties and relevant organizations to submit to the secretariat, by 26 March 2014, information on their experiences with the application of the initial guidelines for the formulation of NAPs, as well as any other information relevant to the formulation and implementation of the NAPs.³⁶ It extended that invitation until 18 August 2014.

104. The SBI noted the invitation by the Subsidiary Body for Scientific and Technological Advice (SBSTA) to Parties and partner organizations to the Nairobi work programme on impacts, vulnerability and adaptation to climate change to submit information on good practices in, and lessons learned from, national adaptation planning, and noted that an information document containing these submissions will be made available in December 2014.³⁷

105. The SBI took note of the NAP Expo to be held in August 2014 to further promote and mobilize actions and support for the NAP process, and encouraged Parties, relevant organizations and practitioners to attend the event.

106. The SBI invited the Adaptation Committee in collaboration with the LEG to organize a workshop, back to back with a relevant meeting where possible, drawing upon experts and practitioners at different levels to share experiences, good practices, lessons learned, gaps and needs on the process to formulate and implement national adaptation plans, to be held prior to SBI 42.

107. The SBI invited the LEG and the Adaptation Committee to prepare an information paper on experiences, good practices, lessons learned, gaps and needs in the process to formulate and implement national adaptation plans based on the NAP Expo and relevant documents, including the submissions referred to in paragraphs 93, 103 and 104 above, for consideration at SBI 41, as well as to serve as an input to the workshop mentioned in paragraph 106 above.

108. The SBI invited the Adaptation Committee, in collaboration with the LEG and with the support of the secretariat, to prepare a report on the workshop mentioned in paragraph 106 above. The SBI will consider this report, the submissions referred to in paragraphs 93, 103 and 104 above, and all other relevant documents, at SBI 42, as it monitors and evaluates progress made in the NAP process,³⁸ with a view to making recommendations to the COP, as appropriate.

109. The SBI took note of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraphs 106–108 above. It requested that the

³⁴ FCCC/SBI/2014/4, paragraphs 13–16.

³⁵ FCCC/SBI/2014/4, annex I.

³⁶ Decision 18/CP.19, paragraph 6.

³⁷ FCCC/SBSTA/2013/5, paragraph 13.

³⁸ Decision 5/CP.17, paragraph 37.

actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

110. The SBI decided to continue its consideration of the matter at SBI 41, on the basis of the information paper referred to in paragraph 107 above, of the submissions referred to in paragraphs 93, 103 and 104 above and the notes contained in the annex to document FCCC/SBI/2014/L.19.

IX. Warsaw International Mechanism for Loss and Damage associated with Climate Change Impacts

(Agenda item 9)

1. Proceedings

111. The SBI considered this agenda item at its 1st meeting and resumed 2nd meeting. Statements were made by six Parties, including one speaking on behalf of AOSIS, one on behalf of the LDCs and one on behalf of the African States.

112. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations co-facilitated by Mr. Alf Wills (South Africa) and Ms. Beth Lavender (Canada).

113. At its 2nd meeting, the SBI considered and adopted the conclusions below.³⁹

2. Conclusions

114. The SBSTA and the SBI, in accordance with decision 2/CP.19, initiated their consideration of the composition of, and procedures for, the Executive Committee of the Warsaw International Mechanism for Loss and Damage associated with Climate Change Impacts, with a view to finalizing the organization and governance of the Executive Committee.

115. The SBSTA and the SBI concluded that they would continue their consideration of this matter at SBSTA 41 and SBI 41, taking into account the elements reflected in the draft decision contained in the annex to document FCCC/SB/2014/L.4, with a view to making recommendations thereon for adoption at COP 20.⁴⁰

X. Second review of the Adaptation Fund

(Agenda item 10)

1. Proceedings

116. The SBI considered this agenda item at its 1st and 2nd meetings. Statements were made by representatives of three Parties, including one speaking on behalf of the LDCs.

117. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations co-facilitated by Ms. Ana Fornells de Frutos (Spain) and Ms. Suzanty Sitorus (Indonesia).

118. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁴¹

³⁹ Draft conclusions presented in document FCCC/SB/2014/L.4.

⁴⁰ Decision 2/CP.19, paragraph 10.

⁴¹ Draft conclusions presented in document FCCC/SBI/2014/L.17.

2. Conclusions

119. The SBI considered the second review of the Adaptation Fund in accordance with the terms of reference for the second review of the Adaptation Fund⁴² (hereinafter referred to as the terms of reference).

120. The SBI welcomed the financial contributions and pledges that were made to the Adaptation Fund by Parties pursuant to paragraph 12 of decision 1/CMP.9, adopted at CMP 9. These contributions and pledges enabled the Adaptation Fund to achieve its fundraising goal of USD 100 million by the end of 2013. The SBI would like to express the hope that more funds could be generated to meet the current needs of the Adaptation Fund.

121. The SBI took note of the oral report of the Adaptation Fund Board secretariat on the Board's new fundraising target of USD 80 million per calendar year for 2014 and 2015, and requested the Board to include an update on the implementation of its fundraising strategy in its report to CMP 10.

122. The SBI continued to note with concern the lack of sustainable, predictable and adequate financial resources for the Adaptation Fund to support projects and programmes in developing countries.

123. The SBI highlighted that the implementation of the Adaptation Fund has led to the enhancement of direct access and country ownership.

124. The SBI recalled that the Adaptation Fund is a fund under the Kyoto Protocol, which is a legal instrument of the Convention and guided by Article 3 of the Convention, and noted the issues raised by Parties, on the basis of the terms of reference, related to:

(a) The provision of sustainable, predictable and adequate financial resources, including the potential diversification of revenue streams, to fund concrete adaptation projects and programmes that are country-driven and based on the needs, views and priorities of eligible Parties;

(b) Lessons learned from the application of the access modalities of the Adaptation Fund;

(c) The institutional linkages and relations, as appropriate, between the Adaptation Fund and other institutions, in particular institutions under the Convention;

(d) The institutional arrangements for the Adaptation Fund, in particular the arrangements with the interim secretariat and the interim trustee.

125. The SBI invited Parties and observer organizations, as well as other interested international organizations, stakeholders and non-governmental organizations involved in the activities of the Adaptation Fund and multinational, regional and national implementing entities accredited by the Adaptation Fund Board, to submit to the secretariat, by 22 September 2014, further views on the second review of the Adaptation Fund, in accordance with the terms of reference.

126. The SBI requested the secretariat to make the submissions referred to in paragraph 125 above available on the UNFCCC website and to compile them into a miscellaneous document, for consideration at SBI 41.

127. The SBI also requested the secretariat, when preparing the technical paper requested at CMP 9,⁴³ to take into consideration the views expressed by Parties at this session and the written submissions provided before and at this session.⁴⁴

⁴² Decision 2/CMP.9, annex.

⁴³ Decision 2/CMP.9, paragraph 6.

128. The SBI agreed to complete its consideration of the second review of the Adaptation Fund at SBI 41 on the basis of all the information provided in accordance with the terms of reference and the submissions referred to in paragraph 125 above, with a view to recommending a draft decision on this matter for consideration and adoption at CMP 10.

XI. Development and transfer of technologies and implementation of the Technology Mechanism

(Agenda item 11)

A. Joint annual report of the Technology Executive Committee and the Climate Technology Centre and Network for 2013

(Agenda sub-item 11(a))

1. Proceedings

129. The SBI considered this agenda sub-item at its 1st and 2nd meetings. Statements were made by representatives of three Parties, including one speaking on behalf of AOSIS and one on behalf of the LDCs.

130. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Carlos Fuller (Belize) and Ms. Elfriede More (Austria).

131. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁴⁵

2. Conclusions

132. The SBSTA and the SBI, as requested at COP 19, continued consideration of the joint annual report of the TEC and the Climate Technology Centre and Network (CTCN) for 2013⁴⁶ with a view to forwarding a draft decision for consideration and adoption at COP 20.⁴⁷

133. The SBSTA and the SBI invited the TEC to further strengthen the linkages with organizations inside and outside the Convention, as referred to in document FCCC/SB/2012/1, annex II, paragraph 3, which undertake work relating to enabling environments for and barriers to the development and transfer of technology, including those issues referred to in document FCCC/SB/2012/2, paragraph 35.

134. The SBSTA and the SBI recommended a draft decision on the joint annual report of the TEC and the CTCN for 2013 for consideration and adoption at COP 20 (for the text of the draft decision, see document FCCC/SBI/2014/8/Add.1).

B. Poznan strategic programme on technology transfer

(Agenda sub-item 11(b))

1. Proceedings

135. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/INF.3. Statements were made by representatives of one Party.

⁴⁴ The submissions are available at <<http://www4.unfccc.int/submissions/SitePages/sessions.aspx>>.

⁴⁵ Draft conclusions presented in document FCCC/SB/2014/L.1 and Add.1.

⁴⁶ FCCC/SB/2013/1.

⁴⁷ FCCC/CP/2013/10, paragraph 75.

136. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Ms. More and Mr. Fuller.

137. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁴⁸

2. Conclusions

138. The SBI noted the report of the GEF on the progress made in carrying out the Poznan strategic programme on technology transfer,⁴⁹ including the findings arising from the consultations between the GEF and the Advisory Board of the CTCN on the support that the GEF will provide for the work of the CTCN.

139. The SBI invited the GEF to continue to consult with the Advisory Board of the CTCN on the support that the GEF will provide for the implementation of the five-year programme of work of the CTCN and to report on its findings for consideration at SBI 41.

140. The SBI also invited the CTCN to include information on the support that it has received from the GEF and other relevant organizations in the 2014 joint annual report of the TEC and the CTCN for consideration at COP 20.

141. The SBI recalled its conclusions at SBI 39, namely the need for the GEF to align the further implementation of the element of the Poznan strategic programme on support for climate technology centres and a climate technology network with the operationalization and activities of the CTCN, taking into account decision 2/CP.17, paragraph 140,⁵⁰ and to consult with the Advisory Board of the CTCN on this matter and report on its findings for consideration at SBI 41.

142. The SBI invited the TEC to evaluate the Poznan strategic programme with the aim of enhancing the effectiveness of the Technology Mechanism and to report back to COP 20 through SBI 41.

143. The SBI welcomed the approval by the GEF Council of a new project of the United Nations Environment Programme which provides technical and financial support to 27 non-Annex I Parties for conducting or updating their technology needs assessments (TNAs) and technology action plans, as well as the approval of six national projects incorporating TNA support activities.

144. The SBI noted the need for Parties to enhance and follow up the TNA process by further promoting the development and implementation of economically, environmentally and socially sound project proposals.

145. The SBI invited the GEF to further support the implementation of the results of TNAs, including technology action plans and project ideas prepared by non-Annex I Parties.

⁴⁸ Draft conclusions presented in document FCCC/SBI/2014/L.12.

⁴⁹ FCCC/SBI/2014/INF.3.

⁵⁰ FCCC/SBI/2013/20, paragraph 138.

XII. Capacity-building

(Agenda item 12)

A. Capacity-building under the Convention

(Agenda sub-item 12(a))

1. Proceedings

146. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it documents FCCC/SBI/2014/2 and Add.1, FCCC/SBI/2014/7 and FCCC/SBI/2014/MISC.2 and Add.1 and 2. Statements were made by representatives of two Parties, including one speaking on behalf of the LDCs.

147. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations facilitated by Mr. Tosi Mpanu Mpanu (Democratic Republic of the Congo). As Mr. Mpanu Mpanu was unable to attend the entire session, Mr. Gwage was invited to facilitate the last of these consultations.

148. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁵¹

2. Conclusions

149. The SBI welcomed the success of the 2nd and 3rd meetings of the Durban Forum for in-depth discussion on capacity-building, held during SBI 38 and 40.

150. The SBI expressed its appreciation to Parties and representatives of intergovernmental and non-governmental organizations and the private sector for their active participation in the 2nd and 3rd meetings of the Durban Forum and for the sharing of experiences and exchanging of ideas, best practices and lessons learned regarding the implementation of capacity-building activities.

151. The SBI welcomed the launch of the UNFCCC capacity-building portal.⁵²

152. The SBI continued, but did not conclude, its consideration of capacity-building for developing countries under the Convention. It agreed to continue its consideration of the matter at SBI 41 on the basis of the draft decision text contained in the annex to document FCCC/SBI/2014/L.13, with a view to recommending a draft decision for consideration and adoption at COP 20.

B. Capacity-building under the Kyoto Protocol

(Agenda sub-item 12(b))

1. Proceedings

153. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it documents FCCC/SBI/2014/2 and Add.1, FCCC/SBI/2014/7 and FCCC/SBI/2014/MISC.2 and Add.1 and 2.

154. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations co-facilitated by Mr. Mpanu Mpanu. As Mr. Mpanu Mpanu was unable to attend the entire session, Mr. Gwage was invited to facilitate the last of these consultations.

155. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁵³

⁵¹ Draft conclusions presented in document FCCC/SBI/2014/L.13.

⁵² <<http://unfccc.int/capacitybuilding/core/activities.html>>.

2. Conclusions

156. The SBI welcomed the success of the 2nd and 3rd meetings of the Durban Forum for in-depth discussion on capacity-building, held during SBI 38 and 40.

157. The SBI expressed its appreciation to Parties and representatives of intergovernmental and non-governmental organizations and the private sector for their active participation in the 2nd and 3rd meetings of the Durban Forum and for the sharing of experiences and exchanging of ideas, best practices and lessons learned regarding the implementation of capacity-building activities related to the implementation of the Kyoto Protocol.

158. The SBI welcomed the launch of the UNFCCC capacity-building portal.⁵⁴

159. The SBI continued, but did not conclude, its consideration of capacity-building for developing countries under the Kyoto Protocol. It agreed to continue its consideration of the matter at SBI 41 on the basis of the draft decision text contained in the annex to document FCCC/SBI/2013/L.18/Rev.1, with a view to recommending a draft decision for consideration and adoption at CMP 10.

XIII. Parties included in Annex I to the Convention whose special circumstances are recognized by the Conference of the Parties

(Agenda item 13)

1. Proceedings

160. The SBI considered this agenda item at its 1st meeting and resumed 2nd meeting. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations facilitated by Ms. Marzena Chodor (Poland). The representative of one Party made a statement.

161. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁵⁵

2. Conclusions

162. In accordance with decision 1/CP.18, paragraph 96, SBI 40 continued its consideration of the technical paper prepared by the secretariat⁵⁶ in line with decision 1/CP.18, paragraph 95.

163. The SBI took note of information contained in the technical paper referred to in paragraph 162 above.

164. The SBI also took note of the submission from Turkey dated 14 February 2014.⁵⁷

165. The SBI concluded that no further discussion was required under this agenda item, deemed its consideration of this agenda item completed and recommended a draft decision on this matter for consideration and adoption at COP 20 (for the text of the draft decision, see document FCCC/SBI/2014/8/Add.1).

⁵³ Draft conclusions presented in document FCCC/SBI/2014/L.14.

⁵⁴ <<http://unfccc.int/capacitybuilding/core/activities.html>>.

⁵⁵ Draft conclusions presented in document FCCC/SBI/2014/L.22 and Add.1.

⁵⁶ FCCC/TP/2013/3.

⁵⁷ <<http://www4.unfccc.int/submissions/SitePages/sessions.aspx?showOnlyCurrentCalls=1&populateData=1&expectedsubmissionfrom=Parties>>.

XIV. Article 6 of the Convention

(Agenda item 14)

1. Proceedings

166. The SBI considered this agenda item at its 1st meeting and resumed 2nd meeting. It had before it document FCCC/SBI/2014/3. Statements were made by representatives of two Parties: one spoke on behalf of the G77 and China, and one on behalf of the LDCs.

167. At its 1st meeting, the SBI agreed to consider this agenda item in informal consultations facilitated by Ms. Anne Rasmussen (Samoa).

168. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁵⁸

2. Conclusions

169. The SBI concluded that the 3rd and 4th Dialogues on Article 6 of the Convention will be convened during SBI 42, and SBI 44 (May 2016), respectively, in Bonn, and agreed that it will consider the issue of subsequent meetings of the Dialogue as part of the intermediate review of the implementation of the Doha work programme on Article 6 of the Convention at SBI 44.

170. The SBI invited Parties, admitted observer organizations and other stakeholders to submit to the secretariat, by 18 February 2015, their feedback on the organization of the 2nd Dialogue and their views on the agenda for the 3rd Dialogue, which will focus on education, training and international cooperation on these matters.

171. The SBI took note of the report on good practices of stakeholder participation in implementing Article 6 of the Convention prepared by the secretariat⁵⁹ and invited Parties and other stakeholders to replicate the examples and approaches contained therein.

172. The SBI agreed to develop terms of reference for the intermediate review of the implementation of the Doha work programme to evaluate its effectiveness, identify any emerging gaps and needs and inform any decisions on improving the work programme's effectiveness, as appropriate, for consideration at SBI 42, with a view to launching the review at SBI 44.

173. The SBI decided to take into account the proposals contained in the annex to document FCCC/SBI/2014/L.20 as input to the intermediate review of the implementation of the Doha work programme in 2016 and invited Parties, admitted observer organizations and other stakeholders to submit further ideas to the secretariat by 18 February 2015.

XV. Impact of the implementation of response measures

(Agenda item 15)

A. Forum and work programme

(Agenda sub-item 15(a))

1. Proceedings

174. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it document FCCC/SBI/2014/INF.1.

⁵⁸ Draft conclusions presented in document FCCC/SBI/2014/L.20.

⁵⁹ FCCC/SBI/2014/3.

175. At its 1st meeting, the SBI agreed to consider this agenda sub-item jointly with agenda sub-item 10(a) of the SBSTA in a contact group co-chaired by the Chair of the SBI, Mr. Yauvoli, and the Chair of the SBSTA, Mr. Emmanuel Dumisani Dlamini (Swaziland). The SBI also agreed to consider this agenda sub-item, at this session, jointly with agenda sub-items 15(b) and (c).

176. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁶⁰

2. Conclusions

177. The SBSTA and the SBI welcomed the report⁶¹ on the in-forum workshop on area (b)⁶² of the work programme on the impact of the implementation of response measures.

178. The SBSTA and the SBI noted that a variety of submissions from Parties on the review of the work of the forum on the impact of the implementation of response measures, pursuant to decision 8/CP.17, paragraph 5, were received, and that the compilation of those submissions⁶³ concluded the review.

179. The SBSTA and the SBI welcomed the constructive discussions and negotiations that took place among Parties under the forum during SBSTA 40 and SBI 40. They encouraged Parties to continue their fruitful engagement in order to enhance their work on the impact of the implementation of response measures under the Convention.

180. The SBSTA and the SBI invited Parties, experts, practitioners and relevant organizations to submit to the secretariat, by 22 September 2014, their views on options to strengthen opportunities for cooperation and collaboration among Parties related to this agenda sub-item, and requested the secretariat to prepare, subject to the availability of financial resources, a technical paper on areas of convergence related to areas of cooperation, as well as a synthesis paper, both based on the reports on the work of the forum,⁶⁴ the submissions, presentations and statements made and the review of the work of the forum, for consideration at SBSTA 41 and SBI 41, without prejudice to the consideration by the COP referred to in paragraph 181 below.

181. The SBSTA and the SBI took note of the submissions made by Parties of proposals regarding a draft decision to take the work forward⁶⁵ and agreed to forward them for consideration at SBSTA 41 and SBI 41 with a view to providing recommendations for consideration at COP 20.

182. The SBSTA and the SBI also took note of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraph 180 above. They requested that the actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

⁶⁰ Draft conclusions presented in document FCCC/SB/2014/L.2.

⁶¹ FCCC/SB/2014/INF.1.

⁶² Cooperation on response strategies.

⁶³ The compilation of views on the review is contained in annex I to document FCCC/SB/2014/L.2.

⁶⁴ FCCC/SB/2013/INF.2, FCCC/SB/2013/INF.3, FCCC/SB/2013/INF.4, FCCC/SB/2013/INF.8, FCCC/SB/2013/INF.9, FCCC/SB/2013/INF.10 and FCCC/SB/2013/INF.11.

⁶⁵ The submissions are contained in annex II to document FCCC/SB/2014/L.2.

B. Matters relating to Article 3, paragraph 14, of the Kyoto Protocol

(Agenda sub-item 15(b))

Proceedings

183. The SBI considered this agenda sub-items at its 1st and 2nd meetings. At its 1st meeting, on a proposal by the Chair, the SBI agreed to consider, at this session, this agenda sub-item jointly with agenda sub-item 15(a) of the SBI and agenda sub-item 10(b) of the SBSTA. At the same meeting, the SBI also agreed that the SBI Chair would undertake consultations with interested Parties on how to take up this agenda sub-item at the next session.

184. At its 2nd meeting, the SBI agreed to continue, at SBI 41, consultations on how to take up this agenda sub-item.

C. Progress on the implementation of decision 1/CP.10

(Agenda sub-item 15(c))

Proceedings

185. The SBI considered this agenda sub-item at its 1st and 2nd meetings. At its 1st meeting, on a proposal by the Chair, the SBI agreed to consider, at this session, this agenda sub-item jointly with agenda sub-item 15(a). At the same meeting, the SBI also agreed that the SBI Chair would undertake consultations with interested Parties on how to take up this sub-item at the next session.

186. At its 2nd meeting, the SBI agreed to continue, at SBI 41, consultations on how to take up this agenda sub-item.

XVI. The 2013–2015 review

(Agenda item 16)

1. Proceedings

187. The SBI considered this agenda item at its 1st and 2nd meetings. It had before it documents FCCC/SB/2014/MISC.1 and Add.1 and FCCC/SB/2014/MISC.2 and Add.1.

188. At its 1st meeting, the SBI agreed to consider this agenda item jointly with agenda item 7 of the SBSTA in a contact group co-chaired by Ms. Gertraude Wollansky (Austria) and Mr. Leon Charles (Grenada).

189. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁶⁶

2. Conclusions

190. The SBSTA and the SBI took note of the views submitted by Parties⁶⁷ and of the summary report⁶⁸ on the second meeting of the structured expert dialogue (SED), held on 12 and 13 November 2013 in Warsaw, Poland.⁶⁹

191. The SBSTA and the SBI welcomed the recently completed contributions of Working Groups II⁷⁰ and III⁷¹ to the Intergovernmental Panel on Climate Change (IPCC)

⁶⁶ Draft conclusions presented in document FCCC/SB/2014/L.3.

⁶⁷ FCCC/SB/2014/MISC.1 and Add.1 and FCCC/SB/2014/MISC.2 and Add.1.

⁶⁸ Available at <<http://unfccc.int/7803.php>>.

⁶⁹ Further information on the second meeting of the SED is available at <<http://unfccc.int/7803.php>>.

Fifth Assessment Report (AR5). Those contributions, together with the contribution of Working Group I,⁷² provide information for assessing the adequacy of the long-term global goal and of the overall progress made towards achieving it.

192. The SBSTA and the SBI also welcomed the third meeting of the SED, held from 6 to 8 June 2014 in Bonn, which, on the basis of the contributions of Working Groups II and III to the AR5, explored the adequacy of the long-term global goal and the overall progress made towards achieving it, and they looked forward to the summary report on that meeting. They noted with appreciation the contributions made by the representatives of the IPCC at the meeting and encouraged the IPCC and other organizations to continue to support the future work of the SED. They also noted the value of the SED in enabling Parties to proactively contribute to the dialogue and engage with scientific and other experts.

193. The SBSTA and the SBI noted that the IPCC will have released the AR5 Synthesis Report before SBSTA 41 and SBI 41 and agreed to consider that report, as well as information from the sources referred to in decision 2/CP.17, paragraph 161(b–d), at the meeting of the SED that will be held in conjunction with those sessions.

194. The SBSTA and the SBI requested the co-facilitators of the SED, with the support of the secretariat, to convene an additional meeting of the SED after SBSTA 41 and SBI 41, in conjunction with a meeting of the Ad Hoc Working Group on the Durban Platform for Enhanced Action (ADP)⁷³ and prior to SBSTA 42 and SBI 42, noting decision 1/CP.18, paragraph 88, to consider the inputs referred to in decision 2/CP.17, paragraph 161, in particular its subparagraphs (b–d), with a view to closing the SED prior to SBSTA 42 and SBI 42 in accordance with decision 1/CP.18, paragraph 91.

195. The SBSTA and the SBI requested the secretariat to prepare a note containing an indicative, descriptive identification of what information, as listed in decision 2/CP.17, paragraph 161(b), will be available for consideration by the SED and by when, and to make it available to Parties no later than 1 October 2014.

196. Consistent with the objective to maintain the scientific integrity of the 2013–2015 review, as referred to in decision 1/CP.18, paragraph 85, the SBSTA and the SBI requested the co-facilitators of the SED to consult with recognized scientific experts, as needed, to identify potential additional inputs to the SED, taking into account decision 2/CP.17, paragraph 161(c) and (d), and decision 1/CP.18, paragraph 84.

197. The SBSTA and the SBI, consistent with decision 2/CP.17, paragraphs 164 and 166, and decision 1/CP.18, paragraph 86(b), invited Parties to submit to the secretariat, by 1 November 2014, their views on additional inputs to the SED, on how to conclude the 2013–2015 review and on the final reporting of the SBSTA and the SBI to COP 21 (November–December 2015), and requested the secretariat to make those submissions available on the UNFCCC website.

198. While noting that the work of the 2013–2015 review is still in progress, the SBSTA and the SBI also noted that the 2013–2015 review informs the broader UNFCCC process through, inter alia, the material provided by experts, the summary reports on the meetings of the SED and the co-facilitators' reports to the COP. Mindful of decision 1/CP.17,

⁷⁰ *Climate Change 2014: Impacts, Adaptation and Vulnerability*. Available at <<http://www.ipcc.ch/report/ar5/wg2>>.

⁷¹ *Climate Change 2014: Mitigation of Climate Change*. Available at <<http://www.ipcc.ch/report/ar5/wg3>>.

⁷² *Climate Change 2013: The Physical Science Basis*. Available at <<http://www.ipcc.ch/report/ar5/wg1>>.

⁷³ Pending the decision of the ADP to hold such a meeting.

paragraph 6, Parties are encouraged to continue to take note of the information from the 2013–2015 review as they engage in the ADP process.

199. The SBSTA and the SBI took note of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraph 194 above. They requested that the actions of the secretariat called for in these conclusions be undertaken subject to the availability of financial resources.

XVII. Arrangements for intergovernmental meetings

(Agenda item 17)

1. Proceedings

200. The SBI considered this agenda item at its 1st meeting and resumed 2nd meeting. It had before it document FCCC/SBI/2014/6. Representatives of four Parties made statements.

201. At its 1st meeting, the SBI agreed to consider this agenda item in a contact group chaired by the SBI Chair.

202. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁷⁴ Also, at the same meeting, the Chair reported on his bilateral consultations with interested Parties held during the session, during which he shared his views on how to organize the multilateral assessment working group session during SBI 41 and sought further guidance from Parties on this new process.⁷⁵ His oral report is available on the SBI 40 web page under item 17, “Arrangements for intergovernmental meetings”.⁷⁶

2. Conclusions

203. The SBI expressed its gratitude to the Government of Peru for offering to host COP 20 and CMP 10 in Lima, Peru, from 1 to 12 December 2014. It took note with appreciation of the preparations and efforts of the Government of Peru and the secretariat to ensure the success of COP 20 and CMP 10.

204. The SBI recommended that arrangements be made to organize the high-level segment of COP 20 and CMP 10 from Tuesday, 9 December, to Friday, 12 December, with statements delivered by ministers, other heads of delegation and representatives of intergovernmental organizations and non-governmental organizations (NGOs). In order to ensure the timely closure of the conference and that the COP and the CMP can adopt decisions and conclusions in the morning of Friday, 12 December, the inauguration of the high-level segment will take place in the morning of Tuesday, 9 December. In the afternoon, following the inauguration, national statements by ministers and other heads of delegation will be heard at a joint meeting of the COP and the CMP. National statements will continue at joint meetings scheduled for Wednesday, 10 December, and Thursday, 11 December. Later that Thursday, a joint meeting of the COP and the CMP will be held where statements by observer organizations will be heard.

205. The SBI concluded that arrangements be made for the delivery of concise national statements by ministers and other heads of delegation, with a recommended time limit of three minutes, and concise statements by representatives of intergovernmental

⁷⁴ Draft conclusions presented in document FCCC/SBI/2014/L.21.

⁷⁵ As per the modalities and procedures for the international assessment and review process adopted at COP 17 and contained in annex II to decision 2/CP.17.

⁷⁶ <www.unfccc.int/8014>.

organizations and NGOs, with a recommended time limit of two minutes, in the joint meetings of the COP and the CMP during the high-level segment.

206. The SBI requested the secretariat to take note of the views expressed by Parties on the possible elements of the provisional agendas for COP 20 and CMP 10.

207. The SBI invited the Bureau to finalize the details of the arrangements for COP 20 and CMP 10, including arrangements for the high-level segment, in consultation with the President Designate of COP 20 and CMP 10 and the secretariat. It also stressed the importance of the principles of openness, transparency and inclusiveness in finalizing the arrangements for sessions.

208. The SBI noted that, in keeping with the principle of rotation among regional groups, the President of COP 22 and CMP 12 would come from the African States. It recalled the offer of the Government of Senegal to host COP 22 and CMP 12.⁷⁷ It further noted that, in keeping with the principle of rotation among regional groups, the President of COP 23 and CMP 13 would come from the Asia-Pacific States.

209. The SBI invited Parties to come forward with offers to host future sessions of the COP and the CMP.

210. The SBI discussed its previous conclusions⁷⁸ on the dates for future sessional periods and agreed to recommend to the COP that future sessions of the COP and the CMP, including those for 2019, commence on a Monday with work being completed on the Friday of the second week.

211. The SBI recommended the following dates for future sessions of the COP and CMP:⁷⁹

- (a) 2015: Monday, 30 November, to Friday, 11 December (COP 21/CMP 11);⁸⁰
- (b) 2016: Monday, 7 November, to Friday, 18 November (COP 22/CMP 12);
- (c) 2017: Monday, 6 November, to Friday, 17 November (COP 23/CMP 13);
- (d) 2018: Monday, 5 November, to Friday, 16 November (COP 24/CMP 14);
- (e) 2019: Monday, 11 November, to Friday, 22 November (COP 25/CMP 15).

212. The SBI discussed its previous conclusions⁸¹ on the dates for future sessional periods and agreed to recommend to the COP that future sessional dates for the May/June sessions of the subsidiary bodies, including those for 2019, should commence on a Monday and that, in order to enhance efficiency and time management, work should be completed one day earlier so as to finish on the Thursday of the second week.

213. The SBI further recommended that all meetings, at the May/June sessions of the subsidiary bodies, taking place on a Saturday, be completed by midday in order to enhance the efficiency, timeliness and transparency of work.

214. The SBI recommended the following dates for future sessions of the May/June sessions of the subsidiary bodies:⁸²

⁷⁷ Decision 28/CP.19, paragraph 5.

⁷⁸ FCCC/SBI/2008/8, paragraph 136, FCCC/SBI/2009/8, paragraph 115, and FCCC/SBI/2010/10, paragraph 159.

⁷⁹ These dates do not prejudice future decisions on the arrangements for intergovernmental meetings.

⁸⁰ These dates were agreed in decision 28/CP.19, paragraph 3.

⁸¹ FCCC/SBI/2008/8, paragraph 136, FCCC/SBI/2009/8, paragraph 115, and FCCC/SBI/2010/10, paragraph 159.

⁸² These dates do not prejudice future decisions on the arrangements for intergovernmental meetings.

- (a) 2015: Monday, 1 June, to Thursday, 11 June (SBSTA/SBI 42);
- (b) 2016: Monday, 16 May, to Thursday, 26 May (SBSTA/SBI 44);
- (c) 2017: Monday, 8 May, to Thursday, 18 May (SBSTA/SBI 46);
- (d) 2018: Monday, 30 April, to Thursday, 10 May (SBSTA/SBI 48);
- (e) 2019: Monday, 17 June, to Thursday, 27 June (SBSTA/SBI 50).

215. The SBI welcomed the views expressed by Parties on ways to improve the organization of the intergovernmental process and affirmed the need to consider this matter with a sense of urgency. It also stressed the need to take into account, in considering this matter, the principles of openness, transparency and inclusiveness as well as the importance of effectiveness, credibility and legitimacy.

216. In this regard, the SBI requested the secretariat to prepare the following two documents for consideration at SBI 41:

(a) A document outlining various options relating to the frequency and organization of the sessions of the COP, the CMP and their subsidiary bodies. The document should also include scenarios and related implications for various options for the periodicity and venue, and for whether future sessions of the subsidiary bodies should be held in conjunction with the COP and the CMP. The document should further include the scenarios and related implications for various options including, but not limited to, current arrangements for annual COP and CMP sessions; biennial COP and CMP sessions; and annual COP and CMP sessions at venues alternating every year between a host country and the seat of the secretariat and in keeping with the principle of rotation among regional groups. The document should also explore whether every session of the COP and the CMP requires a high-level segment.

The document should also include an analysis of the impacts of the options, including budgetary implications (and funding available for the participation of eligible developing countries) and impact on the work of the COP and the CMP and their subsidiary bodies. The document would be guided by the principles of openness, transparency and inclusiveness;

(b) A document on adjusting the timing of the election of the President, including options for strengthened coordination between the President and incoming Presidencies to ensure smooth transition.

217. The SBI noted that the documents outlined in paragraph 216 above would not prejudice the outcome in the consideration of these issues.

218. The SBI urged current and future presiding officers to ensure the observance of the draft rules of procedure,⁸³ and to enforce clear and effective time management practices at all sessions in line with previously adopted conclusions of the SBI.⁸⁴ It also urged Parties and presiding officers to make greater efforts to conclude negotiations and conferences in a timely manner, respecting and complying with the previous SBI conclusions⁸⁵ and requested elected officers, in fulfilling their duties, to act accordingly.

219. The SBI reemphasized its previously adopted conclusions that all meetings should end by 6.00 p.m., particularly to give Parties and regional groups sufficient time to prepare

⁸³ FCCC/CP/1996/2.

⁸⁴ FCCC/SBI/2009/8, paragraph 115, and FCCC/SBI/2010/10, paragraph 165.

⁸⁵ As footnote 84 above.

for daily meetings, but may, in exceptional circumstances, and on a case-by-case basis, continue for two to three hours.⁸⁶

220. The SBI expressed concern regarding implementing and complying with the adopted conclusions outlined in paragraph 219 above. It also stressed the need to improve working processes, including for the post-2015 period, in line with previously adopted conclusions. The SBI also stressed the importance of observing the relevant procedures and working practices agreed to by all Parties.

221. The SBI emphasized that the adopted conclusions referred to in paragraph 219 above should be respected by all concerned and also highlighted the need to implement, in this context, realistic and practical ways forward for effective time management.

222. The SBI took note of the update provided by the secretariat on observer participation and the implementation of the SBI conclusions on ways to further enhance the engagement of observer organizations in the intergovernmental process.⁸⁷

223. The SBI reaffirmed the fundamental value of effective participation by observers and the value of contributions from observer organizations to deliberations on substantive issues, while recognizing the recent significant increase in the number of participants from observer organizations.⁸⁸ The SBI also recognized the importance of the effective participation of NGOs, particularly from developing countries.

224. The SBI recognized that side events and exhibits are an essential part of the UNFCCC process and an important tool for engaging observers in knowledge-sharing, networking and the exploring of actionable options for meeting the climate challenge. In this context, Parties recognized the need for financial support to the important work in relation to these activities, expressed concern about the cost recovery proposal, and encouraged alternatives to be proposed.

225. The SBI recalled the conclusions adopted at SBI 34 on various ways to engage observer organizations in the intergovernmental process,⁸⁹ and requested the secretariat to provide, subject to the availability of resources, a regular report every two years on the implementation of these conclusions.

XVIII. Administrative, financial and institutional matters

(Agenda item 18)

A. Financial matters

(Agenda sub-item 18(a))

1. Proceedings

226. The SBI considered this agenda sub-item at its 1st and 2nd meetings. It had before it documents FCCC/SBI/2014/INF.8 and FCCC/SBI/2014/INF.9. The Executive Secretary made a statement.

227. At the 1st meeting, the Chair proposed drafting conclusions and a draft decision on this agenda sub-item, with the assistance of the secretariat and in consultation with interested Parties.

⁸⁶ As footnote 84 above.

⁸⁷ FCCC/SBI/2013/4, paragraphs 29–35, and FCCC/SBI/2014/6, paragraphs 29–33.

⁸⁸ FCCC/SBI/2011/7, paragraph 171.

⁸⁹ FCCC/SBI/2011/7, paragraphs 175–178.

228. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁹⁰

2. Conclusions

229. The SBI took note of the information relating to the status of contributions as at 15 May 2014. It expressed its appreciation to the Parties that had paid their indicative contributions to the core budget and their fees for the ITL on time. The SBI also expressed concern over outstanding contributions and urged those Parties that have not paid their contributions yet to do so as soon as possible.

230. The SBI also expressed its appreciation to those Parties that had made voluntary contributions to the Trust Fund for Participation in the UNFCCC Process and the Trust Fund for Supplementary Activities. The SBI noted with concern the insufficient level of funds to cover the costs for participation of representatives of eligible Parties in the sessions of the ADP scheduled for October 2014 and in the United Nations Climate Change Conference to be held in Lima in December 2014. The SBI urged Parties to further contribute to the Trust Fund for Participation in the UNFCCC Process to ensure the widest possible participation in the negotiations in 2014 and to the Trust Fund for Supplementary Activities.

231. The SBI considered the proposed revisions to the financial procedures required for the adoption of the International Public Sector Accounting Standards and recommended a draft decision on this matter for consideration and adoption at COP 20 (for the text of the draft decision, see document FCCC/SBI/2014/8/Add.1).

B. Continuing review of the functions and operations of the secretariat

(Agenda sub-item 18(b))

Proceedings

232. The SBI considered this agenda sub-item at its 1st meeting. It had before it document FCCC/SBI/2014/INF.4 and took note of the information contained in it.

C. Implementation of the Headquarters Agreement

(Agenda sub-item 18(c))

1. Proceedings

233. The SBI considered this agenda sub-item at its 1st and 2nd meetings. A representative of the Host Government of the secretariat and the Executive Secretary made statements.

234. At the 1st meeting, the Chair proposed drafting conclusions on this sub-item, with the assistance of the secretariat and in consultation with interested Parties.

235. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁹¹

2. Conclusions

236. The SBI took note of the information provided by the representative of the Host Government of the secretariat that the City of Bonn has incorporated the latest United Nations requirements into the final plans for the new conference centre facilities and expects to complete construction by early 2015, in time for the forty-second sessions of the subsidiary bodies. The SBI noted that the existing conference centre facilities are already

⁹⁰ Draft conclusions presented in document FCCC/SBI/2014/L.16 and Add.1.

⁹¹ Draft conclusions presented in document FCCC/SBI/2014/L.10.

being used to the satisfaction of participants and the secretariat; for example, sessions of the ADP were held there in 2013 and 2014.

237. The SBI also noted the information in the reports of the representative of the Host Government and the Executive Secretary that over half of the secretariat staff moved into new office premises on the United Nations Campus in September 2013, and that the design of an extension building on the United Nations Campus to accommodate the remaining staff is making good progress, with completion scheduled for 2018.

238. The SBI thanked the Host Government for the progress reports and acknowledged the special efforts and investments made by both the Host Government and the host city of Bonn, including, for example, the special contribution by the Host Government of EUR 1 million to the ADP process. It encouraged the Host Government to continue to provide support for the establishment and operation of the conference centre as a permanent forum for the intergovernmental process at the seat of the secretariat.

239. The SBI welcomed the encouraging developments regarding the conference centre. In accordance with decisions 27/CP.19 and 25/CP.18, it requested the secretariat to maximize the combined use of the new office and conference facilities for UNFCCC sessions and meetings in order to reduce costs and further enhance the services available at the seat of the secretariat.

240. The SBI welcomed the establishment of systematic collaboration between the Host Government, the secretariat and other relevant stakeholders on issues such as office and meeting facilities and information and services for meeting participants, and encouraged the Host Government and the secretariat to maintain this process of close and regular consultations.

241. The SBI requested the secretariat to continue to update Parties on the UNFCCC website about these and other aspects of the implementation of the Headquarters Agreement, and invited the Host Government and the Executive Secretary to report to SBI 42 on further progress made.

D. Privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol

(Agenda sub-item 18(d))

1. Proceedings

242. The SBI considered this agenda sub-item at its 1st and 2nd meetings.

243. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations facilitated by Mr. Shimada.

244. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁹²

2. Conclusions

245. The SBI took note of the views of Parties on privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol.

246. The SBI agreed to continue its consideration of this matter at SBI 44 on the basis of the draft treaty arrangements on privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol.⁹³

⁹² Draft conclusions presented in document FCCC/SBI/2014/L.6.

⁹³ FCCC/SBI/2012/15/Add.2, page 45.

E. Privileges and immunities for individuals serving on constituted bodies established under the Convention

(Agenda sub-item 18(e))

1. Proceedings

247. The SBI considered this agenda sub-item at its 1st and 2nd meetings.

248. At its 1st meeting, the SBI agreed to consider this agenda sub-item in informal consultations facilitated by Mr. Shimada.

249. At its 2nd meeting, the SBI considered and adopted the conclusions below.⁹⁴

2. Conclusions

250. The SBI took note of the views of Parties on privileges and immunities for individuals serving on constituted bodies established under the Convention. It also took note of the draft treaty arrangements on privileges and immunities for individuals serving on constituted bodies established under the Kyoto Protocol.⁹⁵

251. The SBI agreed to continue its consideration of privileges and immunities for individuals serving on constituted bodies established under the Convention at SBI 44.

XIX. Other matters

(Agenda item 19)

252. The SBI considered this item at its 1st meeting. The SBI Chair invited a member of the Standing Committee on Finance to provide its periodic update to the SBI on the status of its work relating to the fifth review of the financial mechanism.

XX. Report on the session

(Agenda item 20)

253. At its resumed 2nd meeting, the SBI considered and adopted the draft report on SBI 40.⁹⁶ At the same meeting, on a proposal by the Chair, the SBI authorized the Rapporteur to complete the report on the session, with the assistance of the secretariat and under the guidance of the Chair.

XXI. Closure of the session

1. Administrative and budgetary implications

254. At the resumed 2nd meeting, the secretariat provided a preliminary evaluation of the administrative and budgetary implications of conclusions adopted during the session. This is pursuant to decision 16/CP.9, paragraph 20, which requests the Executive Secretary to provide an indication of the administrative and budgetary implications of decisions⁹⁷ if these cannot be met from existing resources within the core budget.

⁹⁴ Draft conclusions presented in document FCCC/SBI/2014/L.7.

⁹⁵ FCCC/SBI/2012/15/Add.2, page 45.

⁹⁶ FCCC/SBI/2014/L.1.

⁹⁷ While decision 16/CP.9 refers to “decisions”, it also has implications for conclusions of the subsidiary bodies.

255. The secretariat informed Parties that a number of activities resulting from the negotiations at this session call for additional work by the secretariat and that, therefore, the secretariat requires additional resources in the coming year over and above the core budget for 2014–2015, including for the following activities:

(a) Under agenda sub-item 4(b), “Provision of financial and technical support”,⁹⁸ funding in the amount of EUR 146,000 is required to make the updated GHG inventory software available to non-Annex I Parties in other United Nations languages by June 2015;

(b) Under agenda item 8, “National adaptation plans”, the secretariat has been requested to organize a workshop prior to SBI 42.⁹⁹ The estimated cost is EUR 150,000. The staff costs for organizing the workshop, providing support in the preparation of an information paper and the workshop report will be absorbed by the core budget;

(c) Under agenda item 16, “The 2013–2015 review”, the secretariat has been requested to support a meeting of the SED to be held after SBSTA 41 and SBI 41 and before SBSTA 42 and SBI 42, in conjunction with a meeting of the ADP.¹⁰⁰ The cost of this support is estimated at EUR 150,000. For Parties’ information, these funds would also cover the activities requested under SBSTA agenda item 7;

(d) Under agenda item 17, “Arrangements for intergovernmental meetings”, Parties recognized the need for financial support for the important work related to side events and exhibits as a tool for engaging observers.¹⁰¹ This support is estimated at EUR 294,000 annually. The costs for preparing a biennial report on the implementation of the conclusions will be absorbed by the core budget.

256. The secretariat also noted that some of the conclusions adopted at SBI 40 will have budgetary implications beyond 2015. The implications for resource requirements for 2016–2017 will be reviewed in the context of established budgetary procedures.

2. Closure of the session

257. At the resumed 2nd meeting, closing statements were made by representatives of nine Parties, including one speaking on behalf of G77 and China, one on behalf of the Umbrella Group, one on behalf of the European Union and its member States, one on behalf of AOSIS, one on behalf of the African States and one on behalf of the LDCs.

258. Statements were also made by a representative of the GEF, as well as by representatives of ENGOs and on behalf of IPOs, women and gender, and YOUNGOs.

259. The Chair thanked Parties for their support during this session and closed the session.

⁹⁸ See paragraph 32 above.

⁹⁹ See paragraph 106 above.

¹⁰⁰ See paragraph 194 above.

¹⁰¹ See paragraph 224 above.